

~~TOP SECRET~~

CIA No. 103801
Copy No. 16

CENTRAL INTELLIGENCE AGENCY
OFFICE OF CURRENT INTELLIGENCE
20 August 1954

25X1

TO : Deputy Director (Intelligence)

SUBJECT: Weekly Summary of Trieste Developments

No progress was made this week in London in breaking the general stalemate which has developed in the Trieste negotiations. Compromise positions were reached, however, on some of the remaining issues of minor importance.

Hopeful developments concerned minorities and measures to facilitate border traffic. Italian delegate Brosio reluctantly agreed to recommend to his government that it accept the latest Yugoslav draft on minorities, but only after Yugoslav delegate Velebit agreed to see if Belgrade would accept two small adjustments. Regarding border traffic, ad referendum agreement was reached on a compromise text for insertion in the final memorandum of understanding.

No compromise could be worked out on the question of consular representation, and the Italians have suggested that this matter be left for negotiation after the conclusion of a four-power understanding.

There was no discussion of territory with either side, but United States delegate Thompson is still hopeful that the Yugoslavs may make concessions if the points of contention can be narrowed to the issues of territory and reparations only. However, the Yugoslav foreign secretary reiterated to Ambassador Riddleberger on 18 August that his government could make no further concessions. He did express the belief that if the Italians would accept the minor territorial rectification to which the Yugoslavs agreed in late May, everything could then be worked out.

State Dept. review completed

~~TOP SECRET~~

Document No. <u>10</u>	
No Change In Class. <input type="checkbox"/>	
<input type="checkbox"/> Declassified	25X1
Class. Changed To: <u>TS</u>	<u>(S)</u> C
Auth: <u>HR 70-2</u>	
Date: <u>21 JUN 1978</u>	By: <input type="checkbox"/>

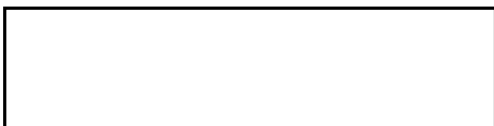
~~TOP SECRET~~

Brosio has warned several times that there is a point at which Italy might break off negotiations and demand that the United States and Britain implement the 8 October 1953 declaration. Thompson and Harrison are prepared to reply that in essence Italy has been offered such a solution and has rejected it.



25X1

HUNTINGTON D. SHELDON
Assistant Director
Current Intelligence



25X1

~~TOP SECRET~~

SIGNATURE RECORD AND COVER SHEET		
DOCUMENT DESCRIPTION		REGISTRY
SOURCE OCI		CIA CONTROL NO. 103801
DOC. NO.		DATE DOCUMENT RECEIVED
DOC. DATE 20 Aug 54		LOGGED BY EHF
COPY NO. 16 of 31		
NUMBER OF PAGES 2		
NUMBER OF ATTACHMENTS None		

[illegible]

DATE _____

~~TOP SECRET~~